



# NEWS RELEASE

**STATE BOARD  
OF EQUALIZATION**

450 N Street  
Sacramento  
California 95814

**RAMON J. HIRSIG**  
Executive Director

**FOR IMMEDIATE RELEASE**

NR# 55-G  
Date: September 26, 2006  
Contact: Anita Gore  
Communications Office  
(916) 327-8988  
Website: <http://www.boe.ca.gov>

## **TWO LOCAL TAX RATES CHANGE OCTOBER 1**

The California State Board of Equalization today is reminding taxpayers that two voter-approved sales and use tax increases – designed to provide revenue for local purposes – will take effect on October 1, 2006. The increases, approved by voters locally, will fund programs at the city level.

<b>Local District Tax</b>	<b>Increase</b>	<b>New Rate</b>
City of National City Transactions and Use Tax	1.00%	8.75%
City of Woodland Transactions and Use Tax	0.50%	7.75%

Both taxes only apply to their respective cities, therefore the tax rates in other areas of San Diego and Yolo Counties will not change.

Retailers must apply the new tax rates if they:

- Operate within the taxing area (district) and their merchandise is sold and delivered within the area.
- Sell vehicles, vessels, or aircraft to customers that register them within the taxing area.
- Collect tax on payments received for leased property used by the lessee in the taxing area.
- Operate outside of the taxing area but are engaged in business and sell merchandise for use in the area. Retailers are considered to be engaged in business in the area if they (1) have any type of business location there, (2) deliver into the area using their own vehicles or (3) have an agent or representative in the area for the purpose of sales, delivery, taking orders, installation, or assembly.

For example, a retailer who operates outside a taxing area must still collect the additional tax when delivering merchandise to the area with the retailer's own vehicle.

If a retailer is not required to collect the additional tax as described above, the purchaser is liable for that tax.

For more information, visit [www.boe.ca.gov](http://www.boe.ca.gov) or call 800-400-7115.

The Board collects almost \$50 billion annually in taxes and fees supporting state and local government services. It hears business tax appeals, acts as the appellate body for franchise and personal income tax appeals, and plays a significant role in the assessment and administration of property taxes.

###